

Minutes of Meeting  
Health Services Council  
Project Review Committee-II

DATE: 4 December 2008 TIME: 2:30 PM

LOCATION: Health Policy Forum  
Department of Health

ATTENDANCE:

Committee-II: Present: Victoria Almeida, Esq. (Vice Chair), Joseph L. Dowling, M.D., Maria Gil, Sen. Catherine E. Graziano, R.N., Ph.D, Robert Hamel, R.N., Denise Panichas, Robert J. Quigley, D.C, (Chair), Reverend David Shire

Excused: Raymond C. Coia, Esq., Gary J. Gaube

Staff: Valentina D. Adamova, MBA, Michael K. Dexter, MPA, Robert Marshall, PhD, Joseph G. Miller, Esq., Stacey Pabst (intern), Ray Rusin, Michael Varadian, JD, MBA

Public: (Attached)

1. Call to Order, Approval of Minutes, Conflict of Interest Forms and Extension for the Minutes Availability

The meeting was called to order at 2:35 PM. The Chair noted that conflict of interest forms are available to any member who may have a conflict. Minutes of Project Review Committee-II meeting of 23 October 2008 was approved as submitted. A motion was made, seconded and passed by a vote of seven in favor and none opposed (7-0) that the availability of minutes for this meeting be extended beyond the time frame as provided for under the Open Meetings Act. Those members voting in favor were: Almeida, Dowling, Gil, Graziano, Hamel, Quigley, Shire.

2. General Order of Business

The first item on the agenda was the application of **FC Investors XIV, LLC** for a change in effective control of: Haven Health Center of Coventry, a 210 bed nursing facility in Coventry; Haven Health Center of Greenville, a 131 bed nursing facility in Greenville; Haven Health Center of Pawtucket, a 154 bed nursing facility in Pawtucket; and Haven Health Center of Warren, a 63 bed nursing facility in Warren. Staff summarized the application.

Mr. Goulet, legal counsel to the applicant, reviewed the proposal and the lease and operating agreements in place. Each facility will be managed by Genesis Eldercare Network Services, Inc. It was noted that these facilities have beds on hold which the applicant may bring into operation in the future and this application includes the transfer of those beds on hold to the new owner.

The Chair asked the applicant if they have inherited deficiencies from the previous owners. The applicant stated yes and that they have been making improvements at each facility. The applicant reviewed the state and federal surveys that have occurred at those facilities.

The applicant reviewed their track record with regards to culture change. Mr. Dowling inquired as to the cost of the culture change elements identified by the applicant. The applicant stated that such changes do not necessarily cost more money or staff, but rather reallocate the resources more appropriately and cited staffing reorganization example more appropriate to patients' sleeping habits. The applicant noted that it has access to \$28 million in lines of credit including a segregated \$5 million for any renovations that may be required at the facilities.

Ms. Panichas requested an advisory from the Office of Facilities Regulations regarding the track records of the proposed manager and the four facilities proposed to be acquired. Mr. Rusin, Chief of the Office of Facilities Regulations, agreed to provide an advisory.

The Chair noted that staff will send follow up questions to the applicant on this matter. There being no further business the meeting was adjourned at 3:40 PM.

Respectfully submitted,

Valentina D. Adamova, MBA  
Health Economics Specialist